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TO AMEMBASSY ISLAMABAD IMMEDIATE
INFO MISSILE TECHNOLOGY CONTROL REGIME COLLECTIVE PRIORITY

S E C R E T STATE 203732

E.O. 12958: DECL: 12/28/2031
TAGS: PARM MTCRE PREL MNUC ETTC

SUBJECT: IRAN AND SYRIA NONPROLIFERATION ACT --
NOTIFICATION OF SANCTIONS AGAINST ONE PAKISTANI ENTITY (C)

Classified By: ISN/MTR DIRECTOR PAM DURHAM
FOR REASONS 1.4 (B), (D), and (H).

¶1. (U) This is an action request. Embassy Islamabad please
see paragraph 5.

¶2. (S) Background: The Iran and Syria Nonproliferation Act (ISNA) requires periodic reports to Congress identifying foreign entities with respect to whom there is credible information indicating that they have transferred to or acquired from Iran or Syria items on multilateral lists (Australia Group (AG), Chemical Weapons Convention (CWC), Missile Technology Control Regime (MTCR), Nuclear Suppliers Group (NSG), and the Wassenaar Arrangement (WA)) or other items with the potential to make a material contribution to missile, WMD, or other certain weapons programs. The USG has determined that Arif Durrani has engaged in activities, as noted above, that warrant the imposition of measures pursuant to Section 3 of the ISNA. Additionally, on June 2005, a Federal Judge in the Southern District of California sentenced Arif Durrani to 150 months incarceration pursuant to his March 17, 2006 convictions for violating 22 USC 2778, Arms Export Control Act (AECA) and 28 USC 371, Conspiracy to Commit Offenses Against the

U.S. Durrani was also sentenced to three years of supervised release and fined five hundred dollars. Durrani illegally exported F-5 fighter and Chinook military aircraft parts from the U.S. to the United Arab Emirates, Malaysia and Belgium.

¶3. (S) Accordingly, pursuant to the provisions of the ISNA, the following penalties are imposed on this entity, (or individuals), its subunits, subsidiaries, and successors:

a. No department or agency of the United States Government may procure, or enter into any contract for the procurement of any goods, technology, or services from them;

b. No department or agency of the United States Government may provide any assistance to them, and they shall not be eligible to participate in any assistance program of the United States Government;

c. No USG sales to them of any item on the United States Munitions List are permitted, and all sales to them of any defense articles, defense services, or design and construction services under the Arms Export Control Act are terminated; and

d. No new individual licenses shall be granted for the transfer to them of items, the export of which is controlled under the Export Administration Act of 1979 or the Export Administration Regulations, and existing such licenses are suspended.

These measures, which will take effect shortly, will remain in place for two years. We want to provide advance notice to the Pakistani Government of this decision, note that this determination will be published soon in the Federal Register, and make clear that the penalties are only on the specific entity involved in this case. End Background.

¶4. (S) Purpose/Objective: To inform the host government of the sanctions determination prior to its publication in the

Federal Register.

15. (S) Action request: Post is requested to provide the following suggested talking points to appropriate Pakistani government officials and report response. Talking points also may be provided as a non-paper.

16. (S//REL PAKISTAN) Suggested Talking Points:

-- The United States has determined that there is credible information indicating that a Pakistani citizen, Arif Durrani, transferred to or acquired from Iran since January 1, 1999, or transferred to or acquired from Syria since January 1, 2005, items on a multilateral control list, or other items that have the potential to contribute materially to WMD, missile, or other certain weapons programs in Iran or Syria.

-- Based on these transfers, we have imposed certain measures against this individual as provided in the Iran and Syria Nonproliferation Act (ISNA).

-- We are not in a position at this time to describe the activities which led to this determination.

-- Accordingly, pursuant to the provisions of the ISNA, the following measures are imposed on this entity, (or individual), and its successors, subunits, and subsidiaries:

a. No department or agency of the United States Government may procure, or enter into any contract for the procurement of any goods, technology, or services from them;

b. No department or agency of the United States Government may provide any assistance to them, and they shall not be eligible to participate in any assistance program of the United States Government;

c. No USG sales to them of any item on the United States Munitions List are permitted, and all sales to them of any defense articles, defense services, or design and construction services under the Arms Export Control Act are terminated: and

d. No new individual licenses shall be granted for the transfer to them of items, the export of which is controlled under the Export Administration Act of 1979 or the Export Administration Regulations, and existing such licenses are suspended.

-- These measures will take effect shortly and will remain in place for two years.

-- This determination will be published soon in the Federal Register.

-- We want to make clear that these penalties are being levied only on the involved entity, Mr. Durrani, and not on any other entity or on any part of the Pakistani government.

17. (U) Please slug any reporting on this issue for ISN/MTR and SCA. A response is requested as soon as possible. Department point of contact is Ralph Palmiero, ISN/MTR, 202-647-3737(palmierorm@state.sgov.gov).

RICE

NNNN

End Cable Text